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Attorneys for Umpqua Bank

UNITED STATES BANKRUPTCY COURT
FOR THE DISTRICT OF OREGON

In re

Arlie & Company,

Debtor.

Case No. 10-60244-aer11

RESPONSE BY UMPQUA BANK TO
NOTICE OF INTENT TO COMPENSATE
PROFESSIONALS

Umpqua Bank ("Umpqua") hereby responds to the Notices of Intent to
Compensate Professionals (Docket#190 and 197) (collectively, the "Notice") as follows:

Umpqua does not object to the amounts set forth in the Notices. However, to the
extent that the Notices propose to use any cash in which Umpqua has an interest to pay any of
the amounts set forth in the Notices, Umpqua objects. Debtor has no authority to use Umpqua's
cash collateral for such purpose, and Umpqua has not consented to the use of its cash collateral
for such purpose.

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If, however, Umpqua's cash collateral is not being used to make the payments proposed in the Notices, Umpqua has no objection to the actions proposed in the Notices.

Dated this 15th day of July, 2010.

MILLER NASH LLP

/s/ John Casey Mills

John Casey Mills, P.C.

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Attorneys for Umpqua Bank

I hereby certify that on this 15th day of July, 2010, I electronically filed the Response to Notice of Intent to Compensate Professionals (Docket#190 and 197) with the Clerk of the Court using the **CM/ECF** system which will send notification of such filing to:

Michael W. Fletcher
michael.fletcher@tonkon.com, attorney for debtor

Albert N. Kennedy
al.kennedy@tonkon.com, attorney for debtor

U.S. Trustee, Eugene
USTPRegion18.eg.ecf@usdoj.gov

Executed at Portland, Oregon, this 15th day of July 2010.

/s/ John Casey Mills

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